

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

| | | |
|--|---|----------|
| THE APPLICATION OF DELAPLAIN DISPOSAL |) | |
| COMPANY FOR A RATE ADJUSTMENT PURSUANT |) | CASE NO. |
| TO THE ALTERNATIVE RATE FILING PROCEDURE |) | 91-282 |
| FOR SMALL UTILITIES |) | |

O R D E R

On August 26, 1991, Delaplain Disposal Company ("Delaplain") applied for Commission approval of a proposed increase in its rates for sewer service. The proposed rates would generate additional annual revenues of \$177,525, an increase of 135.7 percent over test-period normalized revenues of \$103,774.

Commission Staff conducted a field review of Delaplain's test-period financial records. Based upon its review, Commission Staff issued a report on December 20, 1991 recommending a \$99,007 increase in Delaplain's annual revenues.

On December 28, 1991, the Commission granted all parties 15 days in which to submit comments on the Staff Report or request a public hearing. If no comments or request for hearing were received within that period, this case would stand submitted for decision. No comments on the Staff Report nor requests for a public hearing have been received.

The Commission, after consideration of the evidence of record and being advised, finds that:

1. The recommendations and findings contained in the Staff Report are supported by the evidence of record, are reasonable, and are hereby adopted as the findings of the Commission in this proceeding and are incorporated by reference as if fully set out herein.

2. The rates in Appendix A, attached hereto and incorporated herein, are the fair, just, and reasonable rates for Delaplain and will produce gross annual revenues of \$202,781 based on adjusted test year customer levels. These rates will allow Delaplain sufficient revenues to meet its operating expenses, and provide for future growth equity, including provisions for servicing its debt.

3. The rates proposed by Delaplain would produce revenues in excess of that found reasonable herein and should be denied.

IT IS THEREFORE ORDERED that:

1. The rates proposed by Delaplain in its application are denied.

2. The rates set forth in the Appendix A are approved for service rendered by Delaplain on and after the date of this Order.

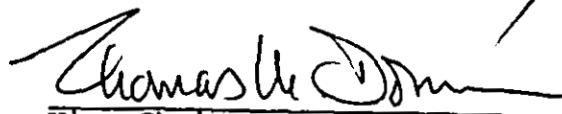
3. Delaplain's proposed disconnection charge, as modified by the Staff Report's findings, is approved.

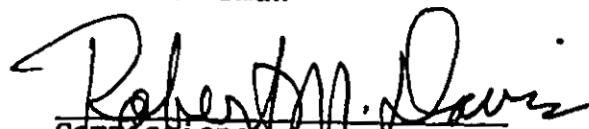
4. Within 30 days of the date of this Order, Delaplain shall file with the Commission its revised tariff setting out the rates approved herein.

Done at Frankfort, Kentucky, this 15th day of January, 1992.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 91-282 DATED 1/15/92

The following rates and charges are prescribed for the customers in the area served by Delaplain Disposal Company. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

| <u>Customer Class</u> | <u>Monthly Rate</u> |
|---|------------------------------|
| Residential | \$ 35.00 |
| Commercial/Industrial | \$ 11.30 (per 1,000 gallons) |
| Disconnection Fee (when customer service line is physically disconnected) | \$500.00 |